

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 8/31/2001

10/5/2001

	As of <u>8-31-01</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 482,814,395	\$ 519,292,298
INTERNATIONAL EQUITIES	271,017,188	290,358,103
DOMESTIC FIXED INCOME	179,992,412	176,348,931
INTERNATIONAL FIXED INCOME	70,491,047	65,436,592
REAL ESTATE	120,273,217	139,409,884
VENTURE CAPITAL	45,266,996	56,875,159
INVESTED CASH (NOTE 1)	<u>42,106,644</u>	<u>23,529,222</u>
 TOTAL INVESTMENTS	 1,211,961,899	 1,271,250,189
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	7,575,659	7,926,311
CONTRIBUTIONS/ASSESSMENTS REC	868,138	6,616,070
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>0</u>
 TOTAL RECEIVABLES	 8,443,797	 14,542,381
 OTHER ASSETS		
OPERATING CASH (NOTE 2)	6,047,680	6,057,326
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 1,226,453,376</u>	 <u>\$ 1,291,849,896</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	994,017	1,014,555
ACCRUED EXPENSES	112,317	134,634
DUE TO OTHER AGENCIES (NOTE 4)	<u>17,988</u>	<u>38,567</u>
 TOTAL LIABILITIES	 1,124,322	 1,187,756
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,290,662,140	1,405,246,440
CASH IN DURING YEAR (NOTE 5)	19,595,000	107,500,000
CASH OUT DURING YEAR (NOTE 6)	19,595,000	107,500,000
NET INCREASE (DECREASE)	<u>(65,333,086)</u>	<u>(114,584,300)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,225,329,054</u>	 <u>1,290,662,140</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,226,453,376</u>	 <u>\$ 1,291,849,896</u>

10/5/2001

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 8/31/2001

	Month Ended <u>8-31-01</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,252,165	\$ 5,318,691
SECURITIES LENDING INCOME	166,996	358,266
	<u>3,419,161</u>	<u>5,676,957</u>
 GAIN ON SALE OF INVESTMENTS	 10,667,626	 25,763,515
LOSS ON SALE OF INVESTMENTS	<u>20,936,201</u>	<u>36,314,244</u>
 NET GAINS (LOSSES) INVESTMENTS	 (10,268,575)	 (10,550,729)
 INVESTMENT EXPENSES	 945,767	 1,078,067
SECURITIES LENDING EXPENSES	150,510	316,581
SIB ADMINISTRATIVE EXPENSES	<u>7,975</u>	<u>16,093</u>
 NET INVESTMENT INCOME	 (7,953,666)	 (6,284,513)
 NET APPREC (DEPREC) MARKET VALUE	 (26,074,678)	 (49,310,390)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(33,213)</u>	<u>(31,436)</u>
 TOTAL INVESTMENT INCOME	 (34,061,557)	 (55,626,339)
 CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	 1,459,850	 1,551,079
PURCHASED SERVICE CREDIT (NOTE 8)	94,731	502,180
PENALTY & INTEREST (NOTE 9)	<u>0</u>	<u>0</u>
 TOTAL ADDITIONS	 <u>(32,506,976)</u>	 <u>(53,573,080)</u>
 DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	6,081,265	11,200,817
REFUNDS TO MEMBER (NOTE 11)	<u>143,366</u>	<u>414,736</u>
 TOTAL BENEFITS PAID	 6,224,631	 11,615,553
 ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	80,092	136,328
MISCELLANEOUS EXPENSES	<u>75</u>	<u>8,125</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>80,167</u>	 <u>144,453</u>
 TOTAL DEDUCTIONS	 <u>6,304,798</u>	 <u>11,760,006</u>
 NET INCREASE (DECREASE)	 <u>\$ (38,811,774)</u>	 <u>\$ (65,333,086)</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
August 31, 2001

10/5/2001

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7 CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 8 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

TEACHERS' FUND FOR RETIREMENT
Notes to Financial Statements
8/31/2001

10/5/2001

NOTE 9

PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 10

BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11

REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.